FILED OB MAY 05 17:2" ISDC-DRP

IN THE UNITED STATES DISTRICT COURT FOR THE DISTRICT OF OREGON

ADIDAS AMERICA, INC. and ADIDAS AG,)
Plaintiffs,) Civil Case No. 01-1655-KI) VERDICT FORM
VS.)
PAYLESS SHOESOURCE, INC.,)
Defendant.)
)

We the jury, being first duly empaneled and sworn in the above entitled cause, do find as follows:

Section I. Liability

On adidas's claim for federal trademark infringement of its Three-Stripe Mark, do you find for adidas?

2)	On adidas's claim for federal trade dress infringement of its
	SUPERSTAR trade dress, do you find for adidas?
	Yes No
3)	On adidas's claim for federal trademark dilution with respect to its
	Three-Stripe Mark, do you find for adidas?
	Yes No
4)	On adidas's claim for federal trade dress dilution with respect to its
	SUPERSTAR Trade Dress, do you find for adidas?
	Yes No
5)	On adidas's claim for state trademark dilution and injury to business
	reputation for the Three-Stripe Mark, do you find for adidas?
	Yes No
6)	On adidas's claim for unfair and deceptive trade practices with respect
	to its Three-Stripe Mark, do you find for adidas?
	Yes No
7)	On adidas's claim for unfair and deceptive trade practices with respect
	to its SUPERSTAR Trade Dress, do you find for adidas?
	Yes No

If you answered "Yes" to any of the preceding questions, please proceed to Section II of this form. If you did not answer "Yes" to any of the preceding questions, please sign and date this verdict form and return it to the bailiff.

Section II. Specification by Lot

Complete this section of the Verdict only if you have found that adidas proved at least one of its claims for at least one lot of Payless shoes. In the chart on the following pages, there is a list of the Payless shoes at issue in this case. For each Payless shoe, there is a picture of the shoe, the lot number, and the exhibit numbers. This information is also in your Juror Notebooks with a larger picture.

The styles of Payless shoes are identified by lot numbers. You must make a determination about each Payless shoe by lot number. For each lot number, please check "Yes" if you found for adidas on one or more of its claims of trademark/trade dress infringement, unfair and deceptive trade practices, or dilution. If you did not find for adidas on any of these claims for that lot number, please check "No." When you have finished the chart, you will have checked either "Yes" or "No" for each lot number.

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As a short cut, if you found for adidas on each lot and will be checking "Yes" for each lot number, you may check "Yes" on the next question and skip the chart entirely.

Yes - we found for adidas on each lot and would check "Yes" for each lot on the chart. Please proceed to Section III of this

form.

No – we found for adidas on at least one lot but not all lots.

Please complete the entire chart and then proceed to Section III of this form.

Filed 05/05/2008

Lot 382 PLF 665 DEF 2986	Yes No
Lot 486 PLF 666 DEF 2987	YesNo
Lot 890 PLF 667 DEF 2988	YesNo
Lot 2193 PLF 668 DEF 2989	YesNo
Lot 2244 PLF 669 DEF 2990	
Lot 2479 PLF 670 DEF 2991	YesNo
Lot 2523 PLF 671 DEF 2992	YesNo

Lot 2740 PLF 672 DEF 2993		
Lot 2941 PLF 673 DEF 2994		No
Lot 3041 PLF 674 DEF 2995		Yes No
Lot 3047 PLF 675 DEF 2996		YesNo
Lot 3066 PLF 676 DEF 2997		<u> </u>
Lot 3121 PLF 677 DEF 2998		YesNo
Lot 3144 PLF 678 DEF 2999	Fill Control of the C	YesNo

Lot 3156 PLF 679 DEF 3000	
Lot 3589 PLF 680 DEF 3001	
Lot 3601 PLF 681 DEF 3002	YesNo
Lot 3714 PLF 682 DEF 3003	YesNo
Lot 3917 PLF 683 DEF 3004	
PLF 684 DEF 3005	
Lot 4146 PLF 685 DEF 3006	YesNo

Lot 7687 PLF 693 DEF 3014	YesNo
Lot 7689 PLF 694 DEF 3015	Yes No
Lot 8023 PLF 695 DEF 3016	Yes No
Lot 8176 PLF 696 DEF 3017	
Lot 9055 PLF 697 DEF 3018	YesNo
Lot 9222 PLF 698 DEF 3019	YesNo
Lot 9225 PLF 699 DEF 3020	Yes No

Lot 9481 PLF 700 DEF 3021		
PLF 701 DEF 3022		
Lot 9828 PLF 935 DEF 3023		YesNo
Lot 10287 PLF 703 PLF 704 DEF 3024	to a Fig.	YesNo
Lot 10604 PLF 705 DEF 3025		Yes No
Lot 10648 PLF 706 DEF 3026		Yes No
Lot 11203 PLF 707 DEF 3027		YesNo
Lot 11223 PLF 708 DEF 3028		Yes No

Lot 11224 PLF 709 DEF 3029		YesNo
Lot 11225 PLF 710 DEF 3030		YesNo
Lot 12070 PLF 711 DEF 3031		YesNo
Lot 12167 PLF 937 DEF 3032		No
Lot 12168 PLF 712 DEF 3033	Significant of the second of t	Yes No
Lot 12524 PLF 713 DEF 3034		No
Lot 12525 PLF 714 DEF 3035		YesNo

Lot 13262 PLF 715 DEF 3036		No
Lot 13266 PLF 716 DEF 3037	13311	YesNo
Lot 13375 PLF 717 DEF 3038		No
Lot 13390 PLF 718 DEF 3039		Yes No
Lot 13467 PLF 719 DEF 3040		YesNo
Lot 13715 PLF 720 DEF 3041		
Lot 14011 PLF 721 DEF 3042		Yes No
Lot 14211 PLF 722 DEF 3043		No

Lot 14334 PLF 723	Sh.	
DEF 3044		YesNo
Lot 14858 PLF 724 DEF 3045		YesNo
Lot 16087 PLF 725 DEF 3046		Yes No
Lot 16607 PLF 726 DEF 3047		YesNo
Lot 16982 PLF 727 DEF 3048		YesNo
Lot 17148 PLF 728 DEF 3049		No
Lot 17494 PLF 729 DEF 3050		Yes No

PLF 730 DEF 3051		No
Lot 18684 PLF 731 DEF 3052		YesNo
Lot 18748 PLF 732 DEF 3053	and the second s	YesNo
Lot 19097 PLF 733 DEF 3054		
Lot 19355 PLF 734 DEF 3055		
Lot 19357 PLF 735 DEF 3056	Chica Contract of the Contract	
Lot 19411 PLF 736 DEF 3057	Pos de	Yes No

Lot 19451 PLF 737 DEF 3058		YesNo
Lot 19452 PLF 738 DEF 3059		
Lot 19547 PLF 739 DEF 3060		YesNo
Lot 19627 PLF 740 DEF 3061		Yes No
Lot 19761 PLF 741 DEF 3062		
Lot 19899 PLF 742 DEF 3063	ario -	No
Lot 20049 PLF 743 DEF 3064		

Lot 20374 PLF 744 DEF 3065	YesNo
Lot 20520 PLF 745 DEF 3066	YesNo
Lot 20576 PLF 746 DEF 3067	YesNo
Lot 20577 PLF 747 DEF 3068	Yes No
Lot 20630 PLF 748 DEF 3069	Yes No
Lot 20724 PLF 749 DEF 3070	
Lot 20731 PLF 750 DEF 3071	YesNo
Lot 20766 PLF 751 DEF 3072	YesNo

Lot 20780		
PLF 752 DEF 3073	Witte State of the	YesNo
Lot 20814 PLF 753 DEF 3074	Chill Control	
Lot 20958 PLF 754 DEF 3075		YesNo
Lot 21008 PLF 755 DEF 3076		No
Lot 21010 PLF 756 DEF 3077		YesNo
Lot 21023 PLF 757 DEF 3078		Yes No
Lot 21031 PLF 758 DEF 3079		Yes No
Lot 21034 PLF 759 DEF 3080		Yes No

Lot 21417 PLF 760 DEF 3081		YesNo
Lot 21427 PLF 761 DEF 3082	CHIEF I	YesNo
Lot 21436 PLF 762 DEF 3083		Yes No
Lot 21671 PLF 763 DEF 3084	CHI CO	Yes No
Lot 21803 PLF 764 DEF 3085		No
Lot 22316A PLF 765 DEF 3086		YesNo
Lot 22316B PLF 766 DEF 3087		YesNo

Lot 22370 PLF 767 DEF 3088	Service of the servic	Yes No
Lot 22444 PLF 768 DEF 3089		Yes No
Lot 22570 PLF 769 DEF 3090		YesNo
Lot 22624 PLF 770 DEF 3091		
Lot 22679 PLF 771 DEF 3092		YesNo
Lot 22743 PLF 772 DEF 3093		Yes No
Lot 22812 PLF 773 DEF 3094		
Lot 23375 PLF 774 DEF 3095		YesNo

Lot 23402 PLF 775 DEF 3096	Yes No
Lot 23661 PLF 776 DEF 3097	YesNo
Lot 23748 PLF 777 DEF 3098	
Lot 23800 PLF 778 DEF 3099	Yes No
Lot 23845 PLF 779 DEF 3100	YesNo
Lot 23846 PLF 780 DEF 3101	
Lot 23885 PLF 781 DEF 3102	No

Lot 23887 PLF 782 DEF 3103	COST	YesNo
Lot 23888 PLF 783 DEF 3104	ांदर्द हैं।	YesNo
Lot 23893 PLF 784 DEF 3105		YesNo
Lot 23896 PLF 785 DEF 3106		No
Lot 24172 PLF 786 DEF 3107		
Lot 24379 PLF 787 DEF 3108		No
Lot 24380 PLF 788 DEF 3109		Yes No

Lot 24443 PLF 789 DEF 3110		No
Lot 24486 PLF 790 DEF 3111		
Lot 24624 PLF 791 DEF 3112		
Lot 24727 PLF 792 DEF 3113		YesNo
Lot 24728 PLF 793 DEF 3114		YesNo
Lot 24880 PLF 794 DEF 3115	CHIEF STATE OF THE PARTY OF THE	No
Lot 24881 PLF 795 DEF 3116		YesNo

Lot 24883 PLF 796 DEF 3117	YesNo
Lot 25438 PLF 797 DEF 3118	Yes No
Lot 25741 PLF 798 DEF 3119	Yes No
Lot 25742 PLF 799 DEF 3120	Yes No
Lot 25763 PLF 800 DEF 3121	Yes No
Lot 25833 PLF 801 DEF 3122	
Lot 25834 PLF 802 DEF 3123	Yes No

Lot 25835 PLF 803 DEF 3124	
Lot 25836 PLF 804 DEF 3125	YesNo
Lot 26018 PLF 805 DEF 3126	YesNo
Lot 26019 PLF 806 DEF 3127	No
Lot 26401 PLF 807 DEF 3128	YesNo
Lot 26499 PLF 808 DEF 3129	
Lot 26501 PLF 809 DEF 3130	

Lot 26575 PLF 810 DEF 3131	No
Lot 26576 PLF 811 DEF 3132	YesNo
Lot 26638 PLF 812 DEF 3133	YesNo
Lot 26754 PLF 813 DEF 3134	YesNo
Lot 27257 PLF 814 DEF 3135	Yes No
Lot 27258 PLF 815 DEF 3136	YesNo
Lot 27888 PLF 816 DEF 3137	YesNo

Lot 28482 PLF 817 DEF 3138	THE COLUMN THE PARTY OF THE PAR	Yes No
Lot 28754 PLF 818 DEF 3139		Yes No
Lot 28874 PLF 819 DEF 3140		Yes No
Lot 28875 PLF 820 DEF 3141		YesNo
Lot 29312 PLF 821 DEF 3142	243	YesNo
Lot 29315 PLF 822 DEF 3143		No
Lot 29425 PLF 823 DEF 3144		YesNo

Lot 29427 PLF 824 DEF 3145	Yes No
Lot 29510A PLF 825 DEF 3146	YesNo
Lot 29510B PLF 826 DEF 3147	YesNo
Lot 29600 PLF 827 DEF 3148	Yes No
Lot 29701 PLF 828 DEF 3149	
Lot 29721 PLF 829 DEF 3150	Yes No
Lot 29822 PLF 830 DEF 3151	Yes No

Lot 29933 PLF 831 DEF 3152	Yes No
Lot 30047 PLF 832 DEF 3153	YesNo
Lot 30050 PLF 833 DEF 3154	Yes No
Lot 30051 PLF 834 DEF 3155	No
Lot 30052 PLF 835 DEF 3156	Yes No
Lot 30313 PLF 836 DEF 3157	Yes No
Lot 30337 PLF 837 DEF 3158	

Lot 30403 PLF 838 DEF 3159	YesNo
Lot 31077 PLF 840	No
Lot 31079 PLF 840	Ycs No
Lot 31221 PLF 841 DEF 3160	YesNo
Lot 31432 PLF 842 DEF 3161	Yes No
Lot 31433 PLF 843 DEF 3162	Yes No
Lot 31460 PLF 844 DEF 3163	Yes No

Lot 31663 PLF 845 DEF 3164		Yes No
Lot 31753 PLF 846 DEF 3165		Yes No
Lot 31759 PLF 847 DEF 3166		YesNo
Lot 31772 PLF 848 DEF 3167		No
Lot 31870 PLF 849 DEF 3168	JAS TO THE	No
Lot 31875 PLF 850 DEF 3169		Yes No
Lot 32015 PLF 851 DEF 3170		

Lot 33441 PLF 852 DEF 3170	3341	
Lot 33453 PLF 853 DEF 3172		No
Lot 33457 PLF 854 DEF 3173		
Lot 33646 PLF 855 DEF 3174		Yes No
Lot 34309 PLF 856 DEF 3175		No
Lot 34370 PLF 857 DEF 3176		YesNo
Lot 34761 PLF 858 DEF 3177		

T + 25004		
Lot 35904 PLF 866 DEF 3185	3590 - 04	
Lot 36783 PLF 867 DEF 3186		YesNo
Lot 37105 PLF 868 DEF 3187		YesNo
Lot 37106 PLF 869 DEF 3188		YesNo
Lot 37107 PLF 870 DEF 3189		No
Lot 37638 PLF 871 DEF 3190		
Lot 37643 PLF 872 DEF 3191		YesNo

Lot 38502	
PLF 873 DEF 3192	No
Lot 38504 PLF 874 DEF 3193	YesNo
Lot 38571 PLF 875 DEF 3194	YesNo
Lot 38784 PLF 876 DEF 3195	
Lot 38868 PLF 877 DEF 3196	Yes No
Lot 38869 PLF 878 DEF 3197	YesNo
Lot 39024 PLF 879 DEF 3198	
Lot 39155 PLF 880 DEF 3199	YesNo

Lot 39317 PLF 881 DEF 3200		YesNo
Lot 39465 PLF 882 DEF 3201		
Lot 39467 PLF 883 DEF 3202		YesNo
Lot 39468 PLF 884 DEF 3203		YesNo
Lot 39531 PLF 885 DEF 3204	LE LE	Yes No
Lot 39532 PLF 886 DEF 3205		YesNo
Lot 39935 PLF 887 DEF 3206		No

T - 4.412.40		
Lot 41349		
PLF 895	Manual B	. /
DEF 3214		Lyes No
	THE DE	
	A WATER	
Lot 41350		
PLF 896	The same of the sa	
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DE: 3213		
	The state of the s	
	2800	
Y . 4 41251		
Lot 41351		
PLF 897		
DEF 3216		YesNo
	A A A A SHOW	
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	Mary and a second	
T 41506		
Lot 41596		
PLF 898	4	
DEF 3217		
* 41007	100000000000000000000000000000000000000	
Lot 41905	and the same of th	
PLF 899	100	/
DEF 3218		YesNo
T of 41000		
Lot 41908		
PLF 900	20. 300	
DEF 3219	La Carlo Carlo II .	Yes No
T -+ 42006		
Lot 42006		
PLF 901	Marin Comment	
DEF 3220		Yes No
	MARI	
	<u> </u>	

Lot 42022 PLF 902 DEF 3221	YesNo
Lot 42181 PLF 903 DEF 3222	No
Lot 42614 PLF 904 DEF 3223	YesNo
Lot 43455 PLF 905 DEF 3224	YesNo
Lot 43695 PLF 906 DEF 3225	YesNo
Lot 43696 PLF 907 DEF 3226	Yes No
Lot 43814 PLF 908 DEF 3227	Yes No
Lot 43855 PLF 909 DEF 3228	No

Lot 43856 PLF 910 DEF 3229		YesNo
Lot 44082 PLF 911 DEF 3230		
Lot 44478 PLF 912 DEF 3231		YesNo
Lot 44580 PLF 913 DEF 3232	- FEET ST	Yes No
Lot 44581 PLF 914 DEF 3233		Yes No
Lot 44691 PLF 915 DEF 3234		
Lot 44692 PLF 916 DEF 3235		
Lot 44712 PLF 917 DEF 3236		No

T =4.44020		
PLF 918 DEF 3237		No
Lot 44957 PLF 919 DEF 3238		Yes No
Lot 44958 PLF 920 DEF 3239		YesNo
Lot 44980 PLF 921 DEF 3240		Yes No
Lot 45059 PLF 922 DEF 3241		YesNo
Lot 45467 PLF 923 DEF 3242	III german.	
Lot 45478 PLF 924 DEF 3243		Yes No

Lot 45530 PLF 925 DEF 3244		No
Lot 45531 PLF 926 DEF 3245		Yes No
Lot 46012 PLF 927 DEF 3246	THE PROPERTY OF THE PARTY OF TH	YesNo
Lot 46661 PLF 928 DEF 3247		Yes No
Lot 46662 PLF 929 DEF 3248		Yes No
Lot 46799 PLF 930 DEF 3249		No
Lot 47003 PLF 931 DEF 3250	11/1/2	YesNo

Lot 47004 PLF 932 DEF 3251	
Lot 47318 PLF 933 DEF 3252	Yes No
Lot 47661 PLF 934 DEF 3253	YesNo

Section III. Monetary Recovery

8) State the amount of actual damages that should be awarded to adidas, if any.

\$ <u>30,610,179</u>

9) Do you find that Payless acted willfully or in bad faith with regard to any of the claims in Question Nos. 1-7 above for which you answered "Yes"?

10) If you answered "Yes" to Question No. 9, state the amount of Payless's profits that should be awarded to adidas, if any.

\$ 137,003,578.

Payless has acted with malice, or in wanton and reckless disregard of the rights of adidas, or if deterrence is called for and Payless's conduct is particularly aggravated?

______ Yes ______ No

///

///

/// please continue to the next page

12) If you answered "Yes" to Question No. 11, state the amount of punitive damages that should be awarded to adidas, if any.

\$ 137,003,578

The presiding juror should sign and date this verdict form.

Dated this 5^{4h} day of May, 2008.

<u>Asenath</u> Rice Presiding Juror